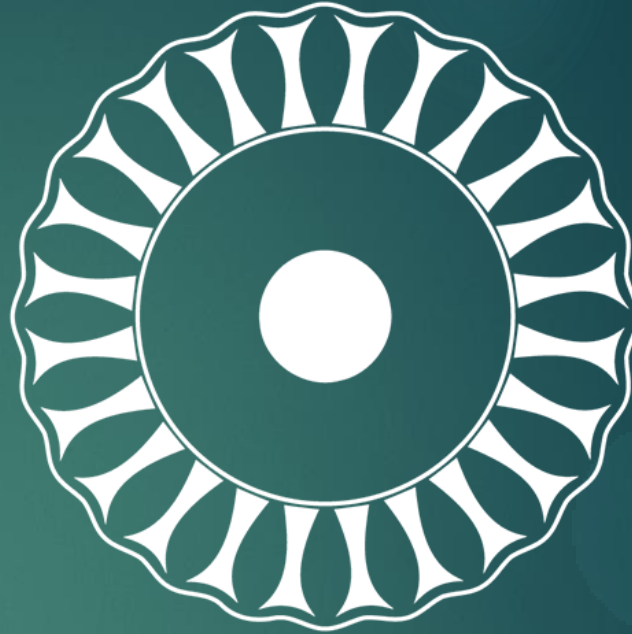


City of Hayward



FY 2015 MIDYEAR REVIEW &
GENERAL FUND TEN-YEAR PLAN UPDATE

Tracy Vesely, Director of Finance

March 17, 2015

Overview



- ▶ Final Data Point: FY 2014 Year-end
- ▶ Discussion: FY 2015 Mid-Year adjustments for grants and critical projects – all funds
- ▶ Update: General Fund Ten-Year Forecast
- ▶ Action: Adopt Resolution authorizing recommended changes to FY 2015 operating & capital budgets

FY 2014 Final Year-end



- ▶ General Fund gap grew from -\$143K to -\$633K due to various audit adjustments
- ▶ Adjustment to fund balance of \$2.2M due to RDA-SA related claw back of GF loan repayment from 2011
 - ▶ Will begin receiving loan repayment in FY 2016
- ▶ FY 2014 audit is concluding and Comprehensive Annual Financial Report completed by March 31, 2015

FY 2015 Mid-Year Adjustments



<i>in 1,000's</i>	General Fund	Measure C	All Other Funds	Total
Revenues	\$3,579	\$5,000	\$71	\$8,654
Expenditures	\$6,577	\$586	\$9,469	\$16,632
FTE (positions)	6	20	2	28

FY 2015 GF Summary



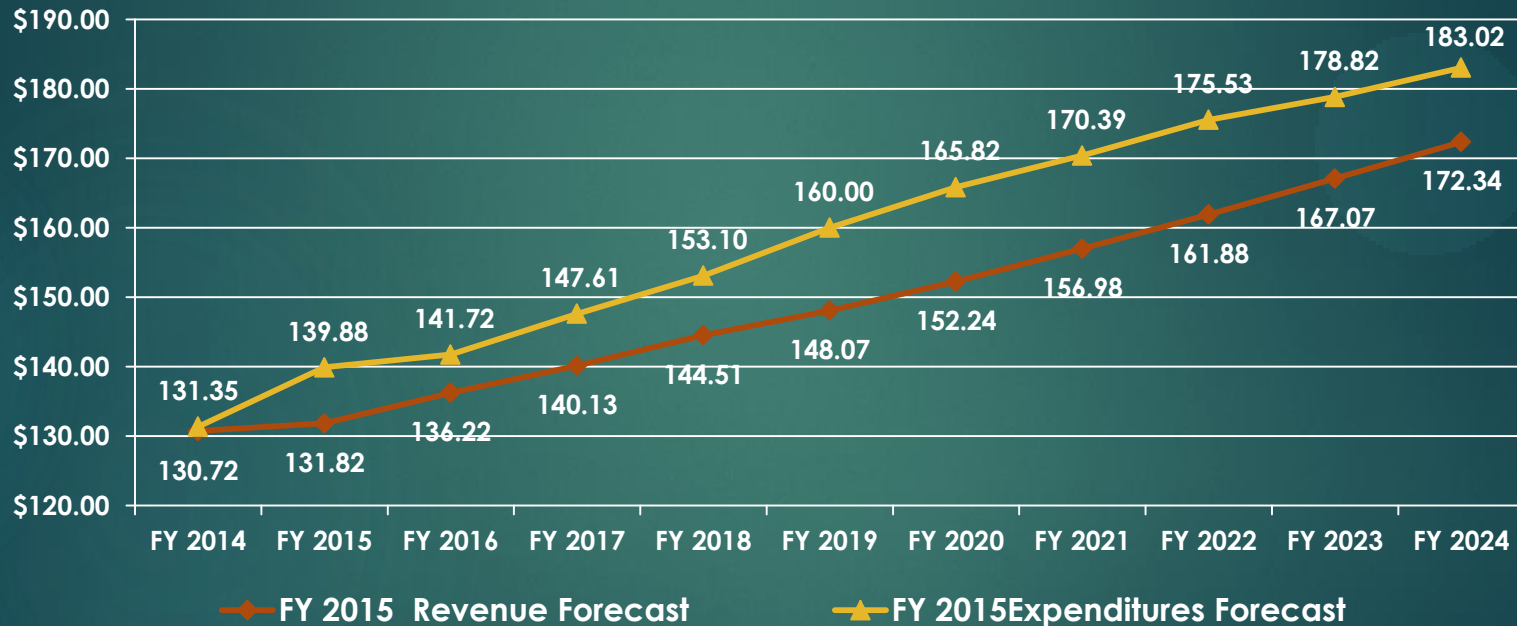
- ▶ FY 2015 revenues are projected to be \$3.58M (2.8%) over the adopted budget (\$939K one-time)
- ▶ FY 2015 expenditures are projected to be \$6.58M (4.9%) over the adopted budget (\$4M one-time)
- ▶ Projected FY 2015 gap of \$4M excluding one-time adjustments (\$8M with one-time adjustments)

General Fund Forecast: The Gap



FY 2014 Actual Gap = \$633K

FY 2015 Projected Gap = \$8M; \$4M without one-time adjustments



Ten Year Plan Cost Drivers



- ▶ Loss of State Gas Tax Revenues (increase in General Fund cost)
- ▶ Minimal wage growth assumptions
- ▶ Escalating CalPERS rates – by 2020 rates at 30% - 55% of payroll
- ▶ Retiree Medical minimum contribution (ARC) = \$3.1M shortfall
- ▶ \$1M cost in FY 2018 due to Affordable Care Act “Cadillac tax”
- ▶ Funding for critical resources to meet increasing demands

Budget Calendar



- March 17, 2015 FY 2015 Mid-year Update
- May 19, 2015 Proposed FY 2016 Budget
- May 30, 2015 Work Session #1 (Saturday)
- June 2, 2015 Work Session #2 (If needed)
- June 16, 2015 Public hearing on operating budget
- June 23, 2015 Adopt operating & CIP budgets



Questions & Discussion

